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September 23, 2005

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VIA ELECTRONIC FILING

Mr. Vernon A. Williams Secretary Surface Transportation Board 1925 K Street, N.W., Room 700 Washington, DC 20006

> Finance Docket No. 29910 (Sub-No. 1) Re:

> > D&I Railroad Company - Notice of Interim Trail Use and

Termination of Modified Rail Certificate

Motion To Extend Time To Negotiate Interim Trail Use Agreement

Dear Secretary Williams:

Enclosed for electronic filing in the above-captioned proceeding please find a Joint Motion To Extend Time To Negotiate Interim Trail Use Agreement, dated September 23, 2005, and filed on behalf of D&I Railroad Company and the State of South Dakota.

If you have any questions regarding this filing, please feel free to contact me. Thank you for your assistance on this matter.

Respectfully submitted,

Myles L. Tobin

Attorney for State of South Dakota

Enclosure

cc: Mr. Jack Parliament, President, D&I Railroad Company

BEFORE THE SURFACE TRANSPORTATION BOARD

FINANCE DOCKET NO. 29910 (Sub-No. 1)

D & I RAILROAD COMPANY --NOTICE OF INTERIM TRAIL USE AND TERMINATION OF MODIFIED RAIL CERTIFICATE

JOINT MOTION TO EXTEND TIME TO NEGOTIATE INTERIM TRAIL USE AGREEMENT

On September 14, 2004, D&I Railroad Company ("D&I") filed with the Board a Notice of Intent to Terminate Service under a Modified Certificate over a rail line extending 1.38 miles between milepost 70.1 (near East 11th Street) and milepost 71.48 (East Junction) in Sioux Falls, South Dakota. On that same date, the South Dakota Department of Transportation ("SDDOT") filed a Request for Issuance of a Notice of Interim Trail Use ("NITU") under the National Trails System Act, 16 U.S.C. 1247(d), for the rail line.

The Board issued a NITU under 16 U.S.C. 1247(d), which was served on October 6, 2004, allowing D&I until April 4, 2005, to negotiate a interim trail use/rail banking agreement with SDDOT.

On March 28, 2005, D&I and SDDOT filed with the Board a Joint Motion To Extend Time To Negotiate Interim Trail Use Agreement requesting an extension of 180 days, until October 1, 2005. The Board granted this request in its April 4, 2005 decision.

Negotiations are currently continuing in good faith between D&I and SDDOT. However, more time is needed to finalize negotiations. Both parties are agreeable to a further extension of time to continue negotiations under the NITU condition.

D&I and SDDOT request that the period prescribed to negotiate an interim trail use/rail banking agreement for the rail corridor between milepost 70.1 and milepost 71.48 in Sioux Falls, South Dakota be extended for an additional 180 days.

Respectfully submitted,

Jack Parliament, President D&I Railroad Company

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By:

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Dated: September 23, 2005